

DEPARTMENT OF COMMUNITY RESOURCES
VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND
INSTITUTIONAL COLLECTIVE BENEFIT FUND
FINANCIAL STATEMENTS
For the year ended March 31, 2007





SASKATCHEWAN

Provincial Auditor Saskatchewan

1500 Chateau Tower
1920 Broad Street
Regina, Saskatchewan
S4P 3V2

Phone: (306) 787-6398
Fax: (306) 787-6383
Web site: www.auditor.sk.ca
Internet E-mail: info@auditor.sk.ca

AUDITOR'S REPORT

To the Members of the Legislative Assembly of Saskatchewan

I have audited the statement of financial position of the Valley View Centre Grants and Donations Trust Account and Institutional Collective Benefit Fund as at March 31, 2007 and the statements of operations and changes in net assets and cash flows for the year then ended. The Valley View Centre's management is responsible for preparing these financial statements for Treasury Board's approval. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Valley View Centre Grants and Donations Trust Account and Institutional Collective Benefit Fund as at March 31, 2007 and the statement of operations and changes in net assets and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

As indicated in these financial statements, the prior year's numbers are unaudited.

Regina, Saskatchewan
June 8, 2007

Fred Wendel, CMA, CA
Provincial Auditor



**COMMUNITY RESOURCES
VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND
INSTITUTIONAL COLLECTIVE BENEFIT FUND
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31**

| | Grants & Donations Account | Institutional Collective Benefit Fund | | Total 2007 | Total 2006 Unaudited |
|---|----------------------------------|--|-------------------|-------------------|----------------------------|
| | | Canteen Account | Bazaar Account | | |
| Assets | | | | | |
| Due from General Revenue Fund (Note 4) | \$ 173,432 | \$ 30,565 | \$ 2,299 | \$ 206,296 | \$ 217,552 |
| Cash | - | 738 | 20 | 758 | 758 |
| Accrued interest | 1,792 | 339 | 18 | 2,149 | 1,331 |
| Inventory | - | 6,313 | - | 6,313 | 4,502 |
| Accounts receivable | 1,203 | - | 100 | 1,303 | 1,737 |
| Total assets | \$ 176,427 | \$ 37,955 | \$ 2,437 | \$ 216,819 | \$ 225,880 |
| Liabilities | | | | | |
| Accounts payable | - | \$ 484 | \$ 1,540 | \$ 2,024 | \$ 1,614 |
| Trust and fund balances (Statement 2) | \$ 176,427 | 37,471 | 897 | 214,795 | 224,266 |
| Total liabilities, trust and fund balances | \$ 176,427 | \$ 37,955 | \$ 2,437 | \$ 216,819 | \$ 225,880 |

(See accompanying notes to the financial statements)

**COMMUNITY RESOURCES
VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND
INSTITUTIONAL COLLECTIVE BENEFIT FUND
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED MARCH 31**

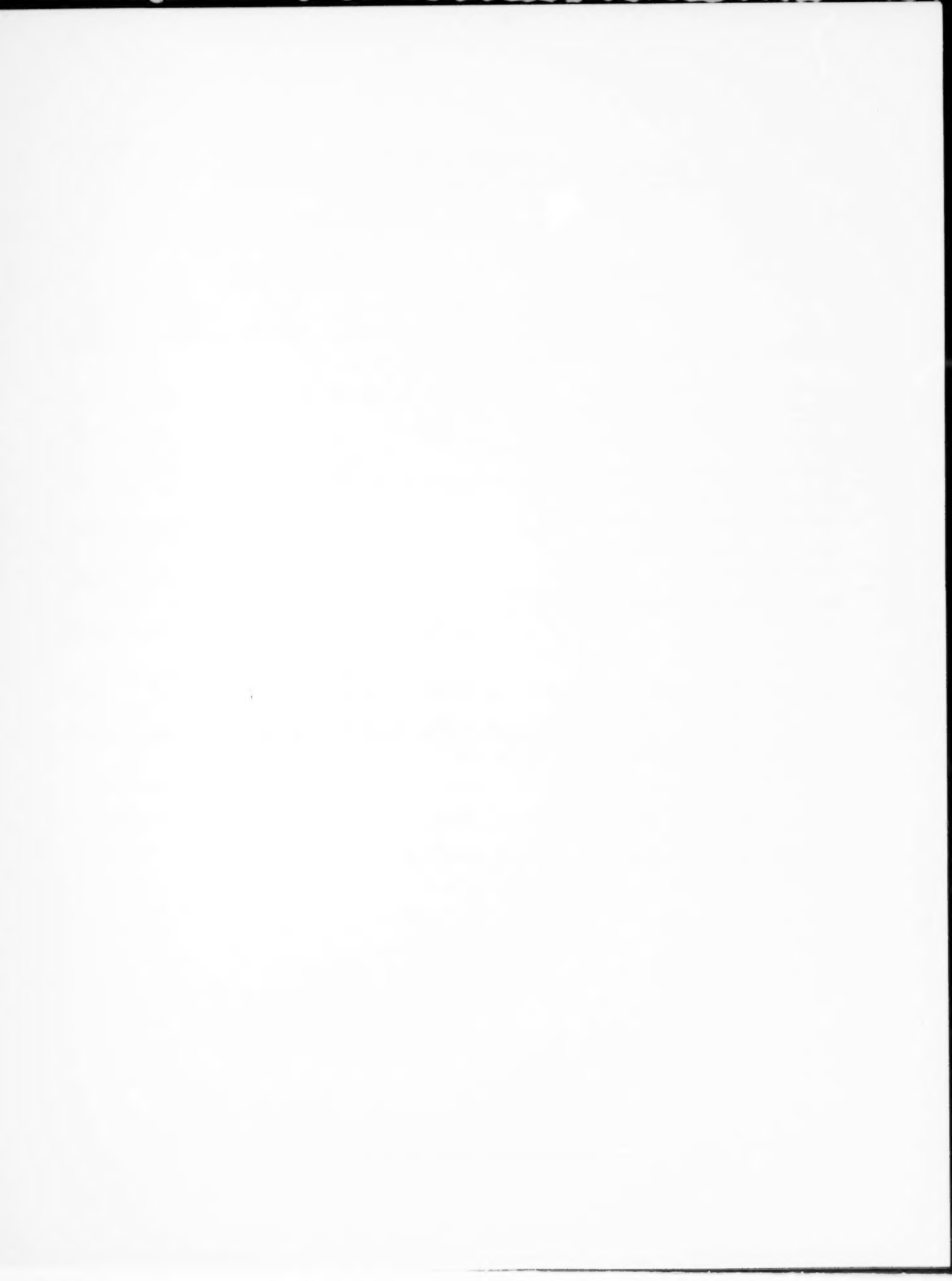
| | Grants & Donations Account | Institutional Collective Benefit Fund | | Total 2007 | Total 2006 Unaudited |
|---|----------------------------------|--|-------------------|-------------------|----------------------------|
| | | Canteen Account | Bazaar Account | | |
| Revenue | | | | | |
| Donations | \$ 23,872 | - | - | \$ 23,872 | \$ 121,036 |
| Bank interest | 7,072 | - | - | 7,072 | 2,499 |
| Sales | - | 45,174 | 5,139 | 50,313 | 51,205 |
| Camp Thunderbird | - | 10,514 | - | 10,514 | 10,600 |
| Library revenue | - | 389 | - | 389 | 171 |
| Nevada ticket revenue | - | 4,309 | - | 4,309 | 2,807 |
| Total revenue | 30,944 | 60,386 | 5,139 | 96,469 | 188,318 |
| Cost of goods sold | | | | | |
| Sales projects | - | 37,545 | 876 | 38,421 | 38,694 |
| Library | - | 876 | - | 876 | 604 |
| Camp Thunderbird | - | 7,898 | - | 7,898 | 12,867 |
| Nevada tickets | - | 769 | - | 769 | 663 |
| Total cost of goods sold | - | 47,088 | 876 | 47,964 | 52,828 |
| Gross profit | 30,944 | 13,298 | 4,263 | 48,505 | 135,490 |
| Other expenses | | | | | |
| Patient comforts | 27,120 | 10,242 | 497 | 37,859 | 34,596 |
| Wages | - | - | 4,315 | 4,315 | 3,125 |
| Miscellaneous | - | 898 | 907 | 1,805 | 3,580 |
| Training allowances | - | 13,997 | - | 13,997 | 12,805 |
| Total other expenses | 27,120 | 25,137 | 5,719 | 57,976 | 54,106 |
| Excess (deficiency) of revenue over expenses | 3,824 | (11,839) | (1,456) | (9,471) | 81,384 |
| Trust and fund balances, beginning of year | 172,603 | 49,310 | 2,353 | 224,266 | 142,882 |
| Trust and fund balances, end of year | \$ 176,427 | \$ 37,471 | \$ 897 | \$ 214,795 | \$ 224,266 |

(See accompanying notes to the financial statements)

COMMUNITY RESOURCES
VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND
INSTITUTIONAL COLLECTIVE BENEFIT FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31

| | Grants & Donations Account | Institutional Collective Benefit Fund | | Total 2007 | Total 2006 Unaudited |
|--|----------------------------------|--|-----------------|-------------------|----------------------------|
| | Canteen Account | Bazaar Account | | | |
| Cash flows provided by (used in) operating activities | | | | | |
| Increase (decrease) in revenue over expenses | \$ 3,824 | \$ (11,839) | \$ (1,456) | \$ (9,471) | \$ 81,384 |
| Increase in non-cash items included in surplus | - | - | - | - | 124 |
| (Increase) decrease in accounts receivable | (874) | - | 1,307 | 433 | (1,539) |
| (Increase) decrease in accrued interest receivable | (876) | 54 | 5 | (817) | (368) |
| Increase in inventories | - | (1,811) | - | (1,811) | (507) |
| (Decrease) increase in accounts payable | - | (67) | 477 | 410 | 566 |
| Net increase (decrease) in cash and due from General Revenue Fund | 2,074 | (13,663) | 333 | (11,256) | 79,660 |
| Cash and due from General Revenue Fund, beginning of year | 171,358 | 44,966 | 1,986 | 218,310 | 138,650 |
| Cash and due from General Revenue Fund, end of year | <u>\$ 173,432</u> | <u>\$ 31,303</u> | <u>\$ 2,319</u> | <u>\$ 207,054</u> | <u>\$ 218,310</u> |
| Cash | - | \$ 738 | \$ 20 | \$ 758 | \$ 758 |
| Due from General Revenue Fund | <u>\$ 173,432</u> | <u>30,565</u> | <u>2,299</u> | <u>206,296</u> | <u>217,552</u> |
| | <u>\$ 173,432</u> | <u>\$ 31,303</u> | <u>\$ 2,319</u> | <u>\$ 207,054</u> | <u>\$ 218,310</u> |

(See accompanying notes to the financial statements)



**DEPARTMENT OF COMMUNITY RESOURCES
VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND
INSTITUTIONAL COLLECTIVE BENEFIT FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2007**

1. Authority and purpose

The Valley View Centre (Centre) is a residential facility for people with intellectual disabilities. The centre is operated by the Department of Community Resources. The Centre's Grants and Donations Trust Account (Trust Account) and Institutional Collective Benefit Fund (Fund) were established under Section 13 of *The Department of Social Services Act*. The Social Services Rehabilitation Institutional Collective Benefit Funds and Trust Account Regulations regulates the Trust Account and the Fund.

- The Trust Account is used to account for donations, gifts and other money given to the Centre. The Trust Account is a registered charity with Canada Revenue Agency.
- The Fund consists of:
 - the Canteen Account, used to account for the operations of a canteen which provides services for residents and staff of the Centre. The account is required to pay into the Government's General Revenue Fund any balance in excess of \$80,000.
 - the Bazaar Account, used to account for the operations of occupational and vocational programs for the residents of the Centre. The account is required to pay into the Government's General Revenue Fund any balance in excess of \$80,000.

2. Significant accounting policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles.

Accrual basis

The financial statements are prepared on the accrual basis of accounting.

Revenue recognition

Grant and donation revenue is recognized when received or receivable if the amount can be reasonably estimated and collection is reasonably assured. Bazaar and canteen revenue is recognized when goods are sold or services rendered.

Inventory

Inventory is valued at the lower of cost and net realizable value. Net realizable value is defined as the expected selling price.

Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

3. Financial instruments

The Trust Account and Fund's financial instruments include due from General Revenue Fund, accounts receivable, interest receivable, and accounts payable. The carrying value of these instruments approximates fair value due to their immediate or short-term nature.

4. Due from General Revenue Fund

The bank accounts for the Trust Account and the Fund are included in the Consolidated Offset Bank Concentration arrangement for the Government of Saskatchewan.

Interest earned is calculated and paid by the General Revenue Fund on a quarterly basis into the respective bank accounts using the Government's 30 day borrowing rate and the respective average daily bank account balances. The Government's average 30 day borrowing rate for the year is 4.15% (2006-2.82%).

5. Related party transactions

In accordance with established government practice, the Trust Account and the Fund have not been charged with any general administrative costs and no provision for such costs is reflected in these statements. These costs are absorbed by the Department of Community Resources.

6. Prior year comparative figures

The prior year's numbers are unaudited.

